## **Income Tax - Gross Conservation Easement (LLC Purchase)**

Can a single member limited liability company (LLC) purchase a gross conservation easement credit in order to protect the identity of the purchaser from the seller?

Yes, a single member LLC is a disregarded entity and can purchase the credit if:

- The member is a Colorado resident qualified to purchase the credit directly, and
- The single member LLC files a Colorado tax return on Form 106 to establish an audit trail between the buyer and seller of the credit.